GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:3564
ANSWERED ON:08.08.2017
Losses in BHEL
Dwivedi Shri Harish

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether Bharat Heavy Electricals Limited (BHEL) is running in losses;
(b) if so, the details thereof during the last three years and the current year along with the reasons therefor;
(c) whether the Government has initiated any action to prevent further loss in BHEL; and
(d) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI BABUL SUPRIYO)

(a) & (b): No, Bharat Heavy Electricals Limited (BHEL) is not running in losses. The Company has been making profits continuously since early 1970's, except for the financial year 2015-16 where BHEL reported Profit Before Tax of Rs. (-) 1164 Crore. However in the last financial year 2016-17 BHEL made Profit Before Tax of Rs. 628 Crore.

(c) & (d): The Government has appointed 2 Government Nominee Directors and there are presently 5 Independent Directors on the Board of BHEL who actively contribute in overseeing the Company's strategic direction, reviewing and monitoring corporate performance, ensuring regulatory compliance and Corporate Governance, and safeguarding the interests of the shareholders. Further, the working & performance of BHEL is reviewed by Department of Heavy Industry (DHI) on a regular basis. DHI also assists the Company in the achievement of its plan through policy initiatives, suitable inter-ministerial interventions, and taking up specific issues from time to time.

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